

Our Policies

Suppliers Code of Conduct

July 2023

ESG

ZENTIVA

Zentiva's Supplier Code of Conduct – Basic Principles

Zentiva Group, subsidiaries and affiliates commit to conducting their activities in an operationally secure, governed and transparent manner. Our principles and policies are shared with our suppliers who will need to commit to meeting our expectations to start or continue to partner with Zentiva.

The Zentiva ESG commitments are summarized in our corporate policies and published on the Zentiva website. Our global policies may be supplemented by local policies as needed.

Supplier adherence is assured by careful screening and discussion with suppliers to ensure full awareness of Zentiva's ESG commitments, combined with self-audit, desk-based remote audits and as needed on-site audits where these can be safely undertaken.

This policy defines the commitment that is expected from suppliers in all procurement processes.

a. Supplier Risk Management

Supplier risk is monitored by assessment with a potential for corrective actions being applied to identified risks. On Site audits will be undertaken if needed, to ensure corrective actions are implemented. Suppliers will be phased out or disqualified where supplier behavior and operational practices fall short of Zentiva's expectations.

b. Supplier participation

Suppliers are monitored for compliance with local regulations within their own procurement processes and alignment to the Zentiva policies. Of specific relevance are health, safety and the environment, human rights including working conditions, anti-modern slavery, code of ethics and compliance and anti-bribery and corruption.

All Suppliers are expected to comply with the following Zentiva principles:

i. Labor Principles

Suppliers are expected to comply with principles of good labor practice including:

- a. Living wages must be at a level equal to or above that prescribed by local legislation. If such legislation does not exist an industry benchmark should be referenced.
- b. Child Labor will not be employed under any circumstances
- c. Regular Employment should be on a recognized basis with the employer and within the jurisdiction of national laws.
- d. Freedom of Choice in that the employee chooses to be employed and may leave after an agreed notice period. No employee shall be forced to work or be employed illegally.
- e. Working hours as prescribed by local legislation shall not be exceeded.

- f. Freedom of Association is permitted such that employees may join collective bargaining activities supported by local legislation.
 - g. Health and Safety standards are to be such that they provide safe and hygienic working conditions to the employee, meet all legislative requirements, and where possible take cognizance of the longer-term health of the employees, their partners and communities.
 - h. Discrimination will not be tolerated in any of the supplier's business practices. (Reference: Zentiva Policy on Human Rights & Anti-Modern Slavery)
 - i. Inhumane treatment will not be tolerated. Abusive or threatening behavior will not be accepted.
- ii. Regulatory Compliance**
Suppliers are expected to comply with laws & regulations at a local level and with all applicable European / International laws and regulations necessary to collaborate with Zentiva to serve patients in Europe and beyond
- iii. Human Rights**
Suppliers are expected to adhere to the Human Rights, as defined in the United Nation's declaration of Human Rights and comply with Zentiva's policy on Human Rights and Anti-Modern Slavery.
- iv. Environmental Impact**
Suppliers are expected not only to meet environmental legislation but to improve on the impact on the environment of their activities. It is expected that environmental management systems and adoption of targets be applied in line with Zentiva's HSE policy.
- v. Anti-Corruption & Bribery**
Suppliers shall not partake in any corrupt business practices including money laundering, bribery and extortion. (Reference: Anti-Bribery and Anti-Corruption Policy)
- vi. Supplier on-boarding**
Any prospective supplier will be assessed both commercially and in terms of managing supplier risk, initially through self-audit. The supplier will also expect to confirm they comply with Zentiva's Code of Ethics and Compliance, Zentiva's Anti-Bribery and Corruption commitments, Zentiva's Human Rights and Anti-Modern Slavery commitments and HSE policies.